

COMMONWEALTH OF MASSACHUSETTS
DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

THE FIRST SET OF DOCUMENT AND INFORMATION REQUESTS OF THE
DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

D.T.E. 05-35

Respondent: Nancy G. Culliford

Date: August 23, 2005

Information Request D.T.E. 1-18

- Q. Please refer to section 14 on page seven of the Precedent Agreement. If Transporter invokes its right to terminate the Agreement because Transporter determines the Project is not economic, please explain how KeySpan would propose to meet its sendout requirements.
- A. In the unlikely event that Tennessee was to cancel its ConneXion project, the Company would implement an immediate contingency plan. In the short term, through negotiations with the interstate pipelines that serve New England, as well as with Distrigas, the Company would seek to increase its deliverability on the contracts within its portfolio as well as obtain any available incremental capacity. The Company would also seek out additional LNG supplies from LNG providers such as NSTAR's Hopkington LNG, Gaz Metropolitan, and Philadelphia Gas Works. Longer term, the Company would seek to participate in one or more of the projects identified in the response to DTE 1-6 or other projects that may become available.